

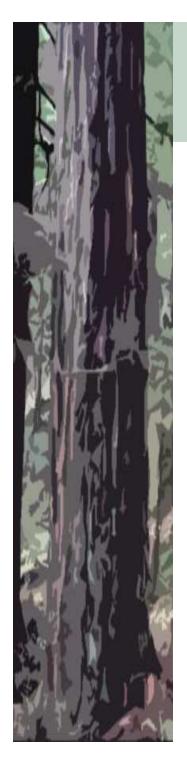


#### California Air Resources Board



#### Overview

- Today's Proposed Action
- Forestry Sector Background
- AB 32 Context
- CCAR Forest Protocols
- Next Steps and Recommendations



### **Today's Proposed Action**

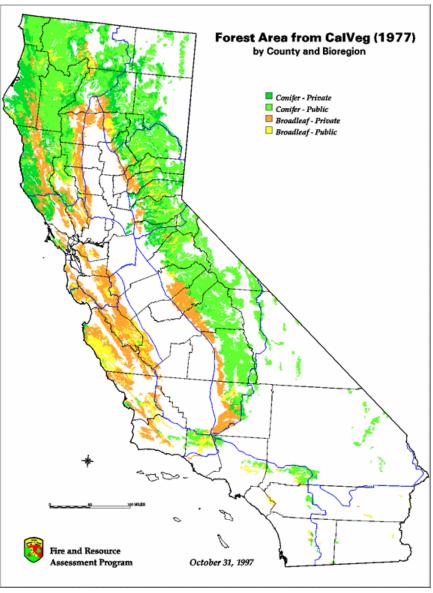
- Staff proposes adoption of California Climate Action Registry (CCAR) forestry protocols (non-regulatory)
- Endorse an ongoing process to develop further forestry GHG quantification approaches



# Forestry Sector Background



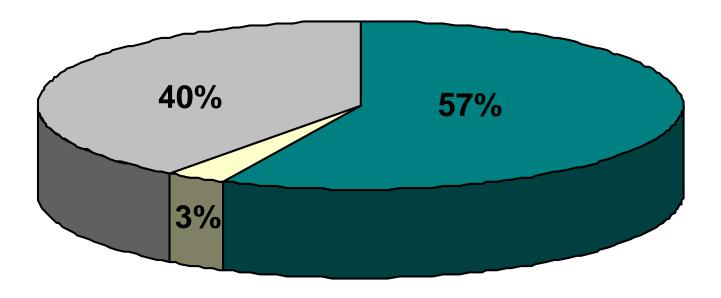
#### **California Forests**



- 34 million acres of forest lands
- Large potential for sequestration
- Diversity of forest types
- Among nation's most productive
- Diversity of ownership and management



## **Forest Land Holdings**



■ Federal □ State/Local □ Private



## Forests Can Remove Carbon From the Air

- Forests remove CO<sub>2</sub> from the air by sequestering carbon
- Forested land sequestering approximately 14 MMTCO<sub>2</sub>eq from the air annually
- Total carbon stored in California forests estimated to be 1.7 billion tons



## Forests Can Release Carbon Into the Air

- Loss of forests decreases carbon stock and considered a CO<sub>2</sub> emission
  - Harvesting
  - Wildfire
  - Land-use conversion
- Emission related to harvesting
  - Soil disturbance
  - Burning debris
  - Decay process
  - Fuel combustion



### **Forest Sector Challenges**

- Environmental issues are complex
  - Air
  - Water
  - Habitat preservation
  - Wildfire
- Diverse stakeholder interests



## **AB 32 Context**



### **AB 32 Requirements**

- Adopt methodologies for the quantification of voluntary GHG emission reductions (non-regulatory)
- Adopt regulations to verify and enforce voluntary GHG reductions



## AB 32 Requirements for Reductions

- Real
- Quantifiable
- Permanent
- Verifiable
- Enforceable
- Not otherwise required and would not otherwise occur (additionality)



## International Voluntary Carbon Standard (2007)

- Sets international criteria
- Participating organizations
  - International Emissions Trading Association
  - World Business Council for Sustainable Development
  - World Economic Forum
  - The Climate Group
- Accounting criteria consistent with AB32
- AB 32 more explicit on enforceability



## **CCAR Forest Protocols**



## Overview of CCAR Forest Protocols

- Provide rigorous carbon accounting methods for voluntary projects
- Developed with extensive technical and stakeholder input
- Reflects international criteria
- Meets requirements of SB 812
- Supported by Board of Forestry in 2004 and adopted by CCAR Board in 2005



### **SB 812 Requirements**

- CCAR responsible for developing protocol
- Conservation management criteria
- Permanent conservation easement
- Reductions must exceed all federal, state, and local requirements

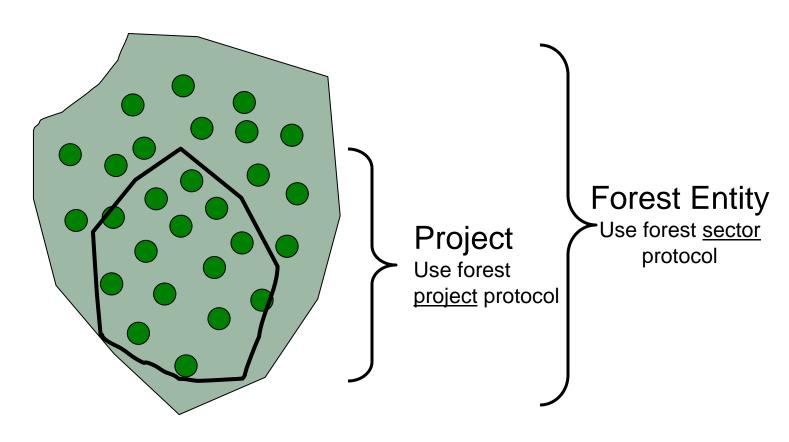


# CCAR Forest Protocols: Description

- 1. Sector (Entity) for entity-wide emissions
- 2. Project for forest project reductions
- 3. <u>Certification</u> guidance for certifiers



### **Entity Vs. Project**





### Sector (Entity) Protocol

- Entity reporting by individual, corporation, or agency
- May establish baseline
- Report annual changes in carbon stock
- Increases in stock registered through project protocol



#### **CCAR Forest Project Protocol**

- Project protocol used for carbon reduction accounting
- Covers three forest project types
- Baseline requirements different for each project type
- Provides approaches for estimating carbon stock
- Protocol elements designed to keep carbon reductions <u>additional</u> and <u>permanent</u>



## **Protocol Project Types**

#### Three project types:

- Reforestation
- Conservation-based Management
- Conservation



## Baseline Criteria for Project Types

- Reforestation: ten years without tree cover
- Conservation: data on planned development or specific land conversion trends
- Conservation-based management: land will be managed pursuant to specific criteria in California Forest Practice Rules



#### **Quantifying Carbon Stocks**

- Accounting of carbon stored in live trees and dead biomass
- Protocols use California equations from nation-wide USFS study
- Site-specific data allowed
- Annual reporting
- Optional elements (shrubs, soil, litter/duff, wood products)



#### **Additionality**

- Practices that exceed "business-as-usual"
- Exceed mandatory requirements
- Required by AB32
- Internationally recognized criterion



#### Permanence

- CCAR project protocol requires permanent conservation easement
- Attaches liability to land, not owner
- Other approaches will be considered moving forward



#### **Certification Protocol**

- Independent review of completeness, consistency, and accuracy
- Must include a Registered Professional Forester
- Review annual monitoring reports



#### **CCAR Protocols In Practice**

- Two projects in certification process
  - Garcia River Forest
  - Van Eck Forest
- Management plans include continued harvest
- Value of additional stored carbon provides incentive



# Next Steps and Recommendations



# Process for Additional Methodologies

- ARB/Resources Agency Forest Sector Workgroup
- Continue to work in conjunction with CCAR on additional forest quantification methodologies
- Encourage broad participation from forest sector in GHG reduction projects



#### **CCAR Activities**

- CCAR has established process for developing protocols
- Expand scope of forest protocols outside of California
- Continue to develop additional approaches for the forest sector



#### **Areas of Future Work**

- Develop additional approaches for:
  - Forest management
  - Public lands
  - Urban forests
  - Biomass utilization/Wildfire avoidance



#### Staff Recommendations

- Adopt the California Climate Action Registry Forestry Protocols for voluntary GHG accounting
- Endorse an ongoing process to support development of further GHG reduction approaches